

## Appendix 2 50/50 Program

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### Introduction

A school district contributing 50 percent of the cost of a State School Building Lease-Purchase project may file a 50/50 program application. The following chart illustrates the features of this program:

50/50 PROGRAM
Standard 3/4 Year Enrollment Projection or Accelerated 5/6 Year Enrollment Projection
Phases I, II, III, and Bid Approval
50 Percent District Contribution in lieu of Match Share Requirement

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### Determining Eligibility

Project eligibility is determined on the *Form SAB 500, Lease-Purchase Justification Document*.

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### Required Documents

Districts filing a 50/50 program application, must complete the identical documents as outlined in the new construction program (see *Required Documents, pages 3-A-2 and 3-A-3, 3-B-1 and 3-B-2, 3-C-1*).

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### District Contribution

The district must declare the source of its 50 percent contribution prior to the project's initial approval. The district's share may not be generated from funds administered by the SAB or the California School Finance Authority. For example, funds collected from the sale or lease of surplus property which are considered "available rent" under the law, may not be used as the district's source of funds.

Matching share funds (Government Code 53080) may be used to fulfill the district's 50 percent contribution when the matching share requirement is first satisfied on:

- all approved projects subject to the match, and
- all unapproved projects that could be justified and filed using a three and four year enrollment projection.

Questions regarding the local matching share requirements or funding source concerns should be directed to the Fiscal Services Section, Match Unit.

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**Calculation of District Contribution**

The district's share of a 50/50 project application include:

- 50 percent of all the eligible project costs including site acquisition
- project costs that exceed the SAB cost standards
- project costs incurred to construct unapproved building areas; including costs for planning, construction, testing and inspection

**Deposit of District Contribution**

At the time of each apportionment and prior to a subsequent fund release, the district will be required to deposit into the districts' lease-purchase fund an amount equal to the State's apportionment. The district is responsible for providing certification of deposits.

**Eligible Project Expenditures**

The district is financially responsible for 50 percent of all eligible project expenditures (see *Cost Estimates, Form SAB 506A and Form SAB 506B, pages 3-B-35 through 3-B-81*). ☺